



STATE OF WASHINGTON
DEPARTMENT OF ECOLOGY

PO Box 47775 • Olympia, Washington 98504-7775 • (360) 407-6300

March 13, 2014

H&R Waterworks Inc.
Attn: Stephen Harrington
PO Box 676
East Olympia, WA 98540

Re: Water Right Permit No. G2-30183 for Reserve CP 1-5 Water Systems

Dear Mr. Harrington:

In response to your request, you are hereby granted an extension to put water to full beneficial use for the reasons below:

- Due diligence is shown in development of this permit. The Reserve CP water systems are currently serving 33 of 45 approved connections.
- Additional time is needed to demonstrate reasonable conservation and water use efficiency efforts and to reduce average per connection use to a level that reflects beneficial use of water for domestic supply purposes.

The new deadline to submit your *Proof of Appropriation of Water* is **January 31, 2016**.

Although the Reserve CP community has not yet reached full build-out, the full annual quantity allocated under this permit (18 acre-feet per year) was used in 2012 and 2013. This represents an average use of 487 gallons per day per service connection which is considerably higher than the consumption rate for other public water systems in this area.

As a condition of this extension, H&R Waterworks must:

- Investigate and document the reason(s) for the higher than normal per connection water use by the Reserve CP community.
- Immediately take action to eliminate unauthorized or wasteful practices.
- Document all conservation and water use efficiency efforts, including results.
- Record and submit monthly and annual totals of water use for the five Reserve CP systems, annually, by January 31st including the number of active services.

A status report including the information listed above must be submitted to our office by January 31, 2015. A second status report is due by January 31, 2016, along with a completed *Proof of Appropriation* form if water is determined to be in full beneficial use.

YOUR RIGHT TO APPEAL

You have a right to appeal this decision to the Pollution Control Hearing Board (PCHB) within 30 days of the date of receipt of this decision. The appeal process is governed by Chapter 43.21B RCW and Chapter 371-08 WAC. "Date of receipt" is defined in RCW 43.21B.001(2).



To appeal you must do the following within 30 days of the date of receipt of this decision:

- File your appeal and a copy of this decision with the PCHB (see addresses below). Filing means actual receipt by the PCHB during regular business hours.
- Serve a copy of your appeal and this decision on Ecology in paper form - by mail or in person. (See addresses below.) E-mail is not accepted.

You must also comply with other applicable requirements in Chapter 43.21B RCW and Chapter 371-08 WAC.

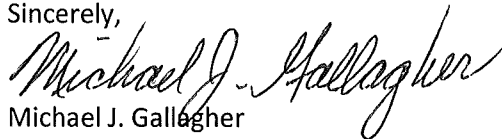
ADDRESS AND LOCATION INFORMATION

Street Addresses	Mailing Addresses
Department of Ecology Attn: Appeals Processing Desk 300 Desmond Drive SE Lacey, WA 98503	Department of Ecology Attn: Appeals Processing Desk PO Box 47608 Olympia, WA 98504-7608
Pollution Control Hearings Board 1111 Israel RD SW STE 301 Tumwater, WA 98501	Pollution Control Hearings Board PO Box 40903 Olympia, WA 98504-0903

For additional information visit the Environmental Hearings Office Website:
<http://www.eho.wa.gov> . To find laws and agency rules visit the Washington State Legislature Website: <http://www1.leg.wa.gov/CodeReviser>.

If you have any questions, please contact Marie Peter at (360) 407-0279 or mpet461@ecy.wa.gov .

Sincerely,



Michael J. Gallagher
Section Manager
SWRO Water Resources

MJG:MP:th

Enclosures: *Proof of Appropriation of Water*
Water Use Data Collection Reporting Form
Your Right to Be Heard

BY CERTIFIED MAIL: 7012 1010 0003 0195 8503